

**EXHIBIT C**

**FINANCIAL QUALIFICATIONS OF  
BETTER WORLD TELECOM, INC.**

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11/22/02

Accrual Basis

**BetterWorld Telecom**  
**Balance Sheet**  
As of December 31, 2001

	<u>Dec 31, 01</u>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
First Union	250.00
Total Checking/Savings	<u>250.00</u>
Total Current Assets	<u>250.00</u>
<b>TOTAL ASSETS</b>	<u><b>250.00</b></u>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Note Payable	80,000.00
Note Payable2	54,150.18
Total Other Current Liabilities	<u>134,150.18</u>
Total Current Liabilities	<u>134,150.18</u>
Total Liabilities	134,150.18
Equity	
Opening Bal Equity	250.00
Retained Earnings	-422.90
Net Income	<u>-133,727.28</u>
Total Equity	<u>-133,900.18</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><b>250.00</b></u>

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Accrual Basis

**BetterWorld Telecom**  
**Profit & Loss**  
**December 2001**

	Dec 01	Jan - Dec 01
<b>Ordinary Income/Expense</b>		
<b>Expense</b>		
Bank Service Charges	0.00	300.00
Consultants	45,620.54	85,620.54
Contributions	0.00	4,735.00
Dues and Subscriptions	0.00	300.00
Insurance	122.00	366.00
Licenses and Permits	2,175.00	2,716.50
Office Supplies	19.90	4,342.13
Postage and Delivery	0.00	21.46
<b>Professional Fees</b>		
Legal Fees	815.00	1,065.00
<b>Total Professional Fees</b>	815.00	1,065.00
Rent	2,955.41	4,377.14
Telephone	788.20	1,719.55
<b>Travel &amp; Ent</b>		
Entertainment	422.82	728.84
Meals	2,011.02	6,229.87
Travel	1,701.13	5,458.25
<b>Total Travel &amp; Ent</b>	4,134.97	12,416.96
Website	8,070.00	15,747.00
<b>Total Expense</b>	64,701.02	133,727.28
<b>Net Ordinary Income</b>	-64,701.02	-133,727.28
<b>Net Income</b>	-64,701.02	-133,727.28

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**BetterWorld Telecom**  
**Balance Sheet**  
As of October 31, 2002

	Oct 31, 02
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
First Union	32,535.24
Total Checking/Savings	32,535.24
Accounts Receivable	
Accounts Receivable	-2,065.64
Total Accounts Receivable	-2,065.64
Other Current Assets	
Rent Deposit	5,100.00
Total Other Current Assets	5,100.00
Total Current Assets	35,569.60
Fixed Assets	
Equipment	
Accumulated Depreciation	-828.00
Equipment - Other	5,146.63
Total Equipment	4,318.63
Total Fixed Assets	4,318.63
<b>TOTAL ASSETS</b>	<b>39,888.23</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	85,965.31
Total Accounts Payable	85,965.31
Credit Cards	
Capital One	869.88
Total Credit Cards	869.88
Other Current Liabilities	
Note Payable	305,000.00
Note Payable2	396,801.64
Total Other Current Liabilities	701,801.64
Total Current Liabilities	788,636.83
Total Liabilities	788,636.83
Equity	
Additional Paid In Capital	34,960.01
Opening Bal Equity	289.99
Retained Earnings	-134,150.18
Net Income	-649,848.42
Total Equity	-748,748.60
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>39,888.23</b>

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Accrual Basis

**BetterWorld Telecom**  
**Profit & Loss**  
**October 2002**

	Oct 02	Jan - Oct 02
<b>Ordinary Income/Expense</b>		
Income		
Sales	0.00	5,067.36
Total Income	0.00	5,067.36
Expense		
Bad Debt Expense	0.00	5,925.23
Bank Service Charges	1.90	157.10
Calling Cards	0.00	5,644.89
Commissions	12,388.88	12,813.46
Consultants	26,725.00	260,532.32
Depreciation Expense	0.00	828.00
Dues and Subscriptions	0.00	951.94
Insurance	0.00	268.00
Licenses and Permits	34.00	28,834.47
Marketing	31,558.47	91,678.34
misc	31.25	31.25
Office Supplies		
Computer Equipment	295.56	3,278.45
Office Supplies - Other	854.20	11,230.46
Total Office Supplies	1,149.76	14,508.91
Operations Expense		
Customer Care	8,400.00	18,300.00
Total Operations Expense	8,400.00	18,300.00
Postage and Delivery	50.66	508.15
Professional Fees		
Legal Fees	1,191.20	26,919.39
Professional Fees - Other	655.00	2,453.60
Total Professional Fees	1,846.20	29,372.99
Rent	2,550.00	31,956.60
Taxes	81.93	124.77
Telephone	2,452.79	11,824.28
Training	0.00	1,157.83
Travel & Ent		
Entertainment	0.00	5,701.72
Meals	1,283.02	14,932.33
Travel	875.00	21,238.61
Total Travel & Ent	2,158.02	41,872.66
Utilities		
Internet	0.00	138.69
Total Utilities	0.00	138.69
Verification	737.50	3,486.15
VOID	0.00	0.00
Website	5,223.75	93,999.75
Total Expense	95,390.11	654,915.78
Net Ordinary Income	-95,390.11	-649,848.42
Net Income	-95,390.11	-649,848.42

**BetterWorld Telecom**  
**Balance Sheet**  
As of December 13, 2002

	Dec 13, 02
<b>ASSETS</b>	
<b>Current Assets</b>	
Checking/Savings	
First Union	101,033.01
Total Checking/Savings	101,033.01
Accounts Receivable	
Accounts Receivable	7,934.36
Total Accounts Receivable	7,934.36
Other Current Assets	
Prepaid Commissions	2,500.00
Rent Deposit	5,100.00
Total Other Current Assets	7,600.00
Total Current Assets	116,567.37
<b>Fixed Assets</b>	
Equipment	
Accumulated Depreciation	-828.00
Equipment - Other	5,146.63
Total Equipment	4,318.63
Total Fixed Assets	4,318.63
<b>TOTAL ASSETS</b>	<b>120,886.00</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts Payable	
Accounts Payable	70,594.97
Total Accounts Payable	70,594.97
Other Current Liabilities	
Note Payable	787,000.00
Note Payable2	138,671.97
Total Other Current Liabilities	925,671.97
Total Current Liabilities	996,266.94
Total Liabilities	996,266.94
<b>Equity</b>	
Opening Bal Equity	250.00
Retained Earnings	-133,727.28
Net Income	-741,903.66
Total Equity	-875,380.94
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>120,886.00</b>

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12/13/02  
Accrual Basis

**BetterWorld Telecom**  
**Profit & Loss**  
January 1 through December 13, 2002

	Jan 1 - Dec 13, 02
<b>Ordinary Income/Expense</b>	
Income	
Sales	15,067.36
<b>Total Income</b>	15,067.36
Expense	
Bad Debt Expense	5,925.23
Bank Service Charges	157.10
Calling Cards	5,644.89
Commissions	28,665.96
Consultants	304,729.82
Contributions	7,500.00
Depreciation Expense	828.00
Dues and Subscriptions	951.94
Insurance	268.00
Licenses and Permits	28,834.47
Marketing	98,659.05
misc	31.25
Office Supplies	
Computer Equipment	3,278.45
Office Supplies - Other	11,611.93
<b>Total Office Supplies</b>	14,890.38
Operations Expense	
Customer Care	13,835.00
<b>Total Operations Expense</b>	13,835.00
Postage and Delivery	943.38
Professional Fees	
Legal Fees	27,768.22
Professional Fees - Other	2,453.60
<b>Total Professional Fees</b>	30,221.82
Rent	46,369.09
Taxes	124.77
Telephone	14,385.39
Training	1,157.83
Travel & Ent	
Entertainment	5,701.72
Meals	15,904.80
Travel	21,623.14
Travel & Ent - Other	6,326.31
<b>Total Travel &amp; Ent</b>	49,555.97
Utilities	
Internet	204.24
<b>Total Utilities</b>	204.24
Verification	3,486.15
VOID	0.00
Website	99,601.29
<b>Total Expense</b>	756,971.02
<b>Net Ordinary Income</b>	-741,903.66
<b>Net Income</b>	-741,903.66